

**NATIONAL DAIRY MARKET AT A GLANCE****CHICAGO MERCANTILE EXCHANGE (CME) CASH MARKETS (06/02):**

**BUTTER:** Grade AA closed at \$1.3250. The weekly average for Grade AA is \$1.3275 (+.0258).

**CHEESE:** Barrels closed at \$1.1250 and blocks at \$1.1250. The weekly average for barrels is \$1.1131 (+.0481) and blocks, \$1.1113 (+.0218).

**NONFAT DRY MILK:** Extra Grade and Grade A closed at \$1.0300. The weekly average for Extra Grade is \$1.0300 (N.C.) and Grade A, \$1.0300 (N.C.).

**BUTTER:** Butter markets remain unsettled. Producers and handlers continue to question the firm price level. In late May 1999, the cash butter price at the CME (\$1.5300) was the highest of the year and held basically steady for about three weeks, declined, and then firmed again in early August. In most areas of the country, there were no significant problems reported in handling milk and cream volumes over the past holiday weekend. Churning activity is moderate, but these sharply higher butter prices could impact Class II cream sales which, in turn, could affect churning activity. Butter stocks are reported to be in balance for current needs, although more handlers are questioning if stocks will be sufficient for late summer and fall needs. Current buying interest is holding quite strong.

**CHEESE:** Current offerings are fully adequate to ample for the generally steady interest. Some buyers continue to put an extra load or two into storage for later in the year. Cheese production remains seasonally active though declining milk receipts in parts of the South and mid-South may help offset extra milk volumes available from bottlers as schools close for the summer. Most packagers and processors worked on abbreviated schedules due to the holiday. During the holiday abbreviated week of May 29 - June 2, CCC purchased 252,363 pounds of Midwest blocks and no process. CCC also announced the purchase of between 1,249,920 and 2,862,720 pounds of LMPS mozzarella at \$1.135 - .1250 over the CME average price for shipment July 1, 2000, through June 30, 2001.

**FLUID MILK:** Milk handling over the Memorial Day weekend went well over all regions. Some comments were that this year was the easiest ever experienced. Milk volumes were heavy, but processors were able to handle the supplies. Surplus volumes were at expectations and price discounting, common in past years, was not a factor. Milk production levels are declining across many areas in the southern tier of states. Declines are more pronounced in the Southeast due to dry conditions and seasonal temperatures. Declines are noted from Georgia to Texas. In Arizona and New Mexico, hot temperatures are impacting milk volumes. In addition, solids' levels of incoming milk are declining. California production saw slight recovery in some areas, but localized areas were still being impacted by last week's weather conditions. In the Northeast, milk continues to increase slowly with more pronounced increases in the Mountain States. Upper Midwest production patterns are mixed with

milk output still increasing in the more northern areas, but steady to declining seasonally heading south. Cream markets are firm. Recent increases in the butter market are pushing cream prices higher. Demand is good from ice cream manufacturers.

**DRY PRODUCTS:** Nonfat dry milk markets are mainly steady across all regions. Pricing continues to be centered around the support price of \$1.01 and producers continue to offer product to CCC on a daily basis. Buttermilk prices continue to trend higher. Supplies are limited and producers are increasing asking prices. Demand is fair to good seasonally. Dry whey markets are slightly firmer with pricing levels higher. Production is seasonally heavy. Demand is fair to good. Lactose prices are unchanged in a steady to weak market. Demand is better from export markets. WPC prices continue to trend higher in a firm market. Supplies are tight at the producer level. There is mounting resistance from some feed buyers, who are looking for and using substitutes.

**CCC:** Net purchases reported for the week of May 29 - June 2 totaled 15,429,486 pounds of nonfortified NDM. From this total, 12,596,397 pounds were from the West, 687,780 pounds from the East, and 2,145,309 pounds from the Midwest. CCC also purchased 252,363 pounds of 40# blocks from the Midwest.

**CLASS AND COMPONENT PRICES (DAIRY PROGRAMS):** The following are the May 2000 final prices under the Federal Milk Order pricing system: Class II \$12.63 (up \$.53), Class III \$9.37 (down \$.04); and Class IV \$11.91 (up \$.53). Product price averages used in computing Class prices are: butter \$1.1680, NDM \$1.0071, cheese \$1.1022, and dry whey \$1.760. The Class II butterfat price is \$1.2924 and the Class III/IV butterfat price is \$1.2854. Further information may be found at:

[www.ams.usda.gov/dairy/fmor\\_announce.htm](http://www.ams.usda.gov/dairy/fmor_announce.htm)

**AGRICULTURAL PRICES (NASS):** The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in May 2000 was unchanged at 119. Compared with May 1999, the index up 4 points (3.5%). The index of prices received by farmers for dairy products advanced 1 point during the month of May 2000 to 92. Compared with May 1999, the index was down 5 points (5.2%). Prices received by farmers in May with changes from April were: for All Milk, \$12.00 per cwt., up \$.10; Fluid Grade Milk, \$12.00, unchanged; and for Manufacturing Grade Milk, \$10.20, unchanged.

**DAIRY COW SLAUGHTER (AMS, FSIS, NASS):** Dairy cow slaughter under federal inspection through 20 weeks of calendar year 2000 totals 1.032 million head, up 2.7% from 1999, although 5.1% lower than 1998. Compared to 1999, this year's weekly dairy cow slaughter numbers have been higher for 14 of the 20 reported weeks.

\*\*\*\*SPECIALS THIS ISSUE\*\*\*\*

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**CHICAGO MERCANTILE EXCHANGE  
CASH TRADING**

CHEESE: carload = 40,000-44,000 lbs., NONFAT DRY MILK: carlot = 42,000-45,000 lbs., BUTTER: carlot = 40,000-43,000 lbs.

PRODUCT	MONDAY MAY 29	TUESDAY MAY 30	WEDNESDAY MAY 31	THURSDAY JUNE 1	FRIDAY JUNE 2	WEEKLY CHANGE*	WEEKLY AVERAGE#
CHEESE BARRELS	H	\$1.1000 (+.0350)	\$1.1075 (+.0075)	\$1.1200 (+.0125)	\$1.1250 (+.0050)	+.0600	\$1.1131 (+.0481)
40# BLOCKS	L	\$1.1000 (+.0125)	\$1.1100 (+.0100)	\$1.1100 (N.C.)	\$1.1250 (+.0150)	+.0375	\$1.1113 (+.0218)
NONFAT DRY MILK EXTRA GRADE	I	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	N.C.	\$1.0300 (N.C.)
GRADE A	D	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	\$1.0300 (N.C.)	N.C.	\$1.0300 (N.C.)
BUTTER GRADE AA	A Y	----	\$1.3300 (-.0400)	----	\$1.3250 (-.0050)	-.0450	\$1.3275 (+.0258)

\*Sum of daily changes. # Weekly averages are simple averages of the daily closing prices for the calendar week. Computed by Dairy Market News for informational purposes. This data is available on the Internet at [WWW.AMS.USDA.GOV/MARKETNEWS.HTM](http://WWW.AMS.USDA.GOV/MARKETNEWS.HTM)

## CHICAGO MERCANTILE EXCHANGE

MONDAY, MAY 29, 2000

NO TRADING, MEMORIAL DAY HOLIDAY

TUESDAY, MAY 30, 2000

CHEESE -- SALES: 2 CARS BARRELS: 1 @ \$1.0900, 1 @ \$1.1000; 2 CARS 40# BLOCKS: 1 @ \$1.0975, 1 @ \$1.1000; BIDS UNFILLED: 2 CARS BARRELS: 1 @ \$1.0775, 1 @ \$1.0650; OFFERS UNCOVERED: 1 CAR 40# BLOCKS @ \$1.1100  
 NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

WEDNESDAY, MAY 31, 2000

CHEESE -- SALES: 2 CARS BARRELS: 1 @ \$1.1100, 1 @ \$1.1075; 2 CARS 40# BLOCKS: 1 @ \$1.1000, 1 @ \$1.1100; BIDS UNFILLED: NONE; OFFERS UNCOVERED: 3 CARS 40# BLOCKS: 1 @ \$1.1150, 1 @ \$1.1175, 1 @ \$1.1200

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

BUTTER -- SALES: 13 CARS GRADE AA: 1 @ \$1.3400, 3 @ \$1.3300, 2 @ \$1.3275, 1 @ \$1.3300, 1 @ \$1.3325, 1 @ \$1.3350, 1 @ \$1.3275, 1 @ \$1.3225, 2 @ \$1.3300; BIDS UNFILLED: 4 CARS GRADE AA: 1 @ \$1.3275, 1 @ \$1.3200, 1 @ \$1.3150, 1 @ \$1.3000; OFFERS UNCOVERED: 25 CARS GRADE AA: 1 @ \$1.3325, 6 @ \$1.3350, 1 @ \$1.3375, 4 @ \$1.3400, 1 @ \$1.3425, 2 @ \$1.3450, 2 @ \$1.3500, 1 @ \$1.3525, 1 @ \$1.3550, 1 @ \$1.3575, 2 @ \$1.3600, 1 @ \$1.3650, 2 @ \$1.3700

THURSDAY, JUNE 1, 2000

CHEESE -- SALES: 1 CAR BARRELS @ \$1.1200; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE  
 NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

FRIDAY, JUNE 2, 2000

CHEESE -- SALES: 2 CARS 40# BLOCKS: 1 @ \$1.1200, 1 @ \$1.1250; BIDS UNFILLED: 1 CAR BARRELS @ \$1.1250; 1 CAR 40# BLOCKS @ \$1.1100; OFFERS UNCOVERED: NONE

NONFAT DRY MILK -- SALES: NONE; BIDS UNFILLED: NONE; OFFERS UNCOVERED: NONE

BUTTER -- SALES: 23 CARS GRADE AA: 1 @ \$1.3150, 2 @ \$1.3175, 1 @ \$1.3150, 2 @ \$1.3050, 1 @ \$1.3100, 3 @ \$1.3050, 3 @ \$1.3000, 2 @ \$1.3075, 2 @ \$1.3100, 2 @ \$1.3150, 2 @ \$1.3200, 1 @ \$1.3150, 1 @ \$1.3250; BIDS UNFILLED: 2 CARS GRADE AA: 1 @ \$1.3050, 1 @ \$1.3025; OFFERS UNCOVERED: 24 CARS GRADE AA: 1 @ \$1.3250, 11 @ \$1.3300, 2 @ \$1.3350, 1 @ \$1.3375, 1 @ \$1.3400, 2 @ \$1.3450, 2 @ \$1.3500, 1 @ \$1.3550, 1 @ \$1.3600, 2 @ \$1.4000

## BUTTER MARKETS

## NORTHEAST

Butter prices at the CME rose sharply last Friday (5/26) after losing 7 cents in Monday's (5/22) trading. The market tone is unsettled. Some contacts note that it seems strange to see prices jump so sharply as we enter what is usually considered the peak milk production season. However, milk volumes were not too heavy over the Memorial Day weekend and most operations cleared their volumes without incident. Churning activity is moderate, but these sharply higher butter prices could impact Class II cream sales which, in turn, could affect churning activity. Demand for butter was fairly good prior to the increase, but it is too early to determine what effect these prices will have on future sales. Butter stocks are more than adequate to cover current sales. There has been some question regarding fresh butter stocks, but supplies of frozen butter are ample for current demand. Retail sales are just fair unless featured. Food service orders are settling into summer patterns now that more seasonal outlets are open for the summer. Bulk demand is about steady and spot sales remain in the range of 3-5 cents over the CME price/average.

## CENTRAL

Butter markets are unsettled, although the overall market tone is firm. Butter production varies from plant to plant, but for the most part, is seasonally active. Cream availability is mixed. Most producers are getting sufficient cream to maintain steady product schedules, although many are reporting lighter than

desired volumes. Ice cream production remains strong thus absorbing a large portion of the available cream. Butter producers indicate that cream prices are higher than they would like to see them, but more importantly is securing adequate cream to maintain steady production schedules. Current production and inventoried butter stocks are sufficient to meet ongoing good buyer interest. Food service and retail demand remains strong. Butter producers are holding onto additional butter stocks for use later this summer and fall. In instances, butter handlers are questioning if there will be sufficient butter for 3rd and 4th quarter needs.

## WEST

Higher market prices at the CME have done nothing to slow market activity from the Western region. In fact, the opposite is more likely the case. Buyers are worried about getting enough butter later this summer so some continue to stock additional butter at this time. Orders continue to be placed for both bulk and print butter. Cream demand for uses other than making butter also remains very strong. There is good competition between products for the available cream offerings. Most contacts stated there weren't any problems handling milk or cream over the holiday weekend. CME weekly butter stocks increased for the seventh consecutive week and now stand at 75.9 million pounds. Stocks do trail last year by 10.1%. Current prices for bulk butter range from 4 cents under to 1 cent under the market based on the CME with various time frames and averages involved.

**NASS DAIRY PRODUCT PRICES**  
 U.S. AVERAGE AND TOTAL POUNDS

WEEK ENDING	CHEESE		NDM	BUTTER	DRY WHEY
	40# BLOCKS	BARRELS 39% MOISTURE			
MAY 27	1.0882 5,269,880	1.0793 10,796,993	1.0013 31,379,172	1.2618 3,100,351	0.1771 7,185,221

Further data and revisions may be found on the internet at: <http://jan.mannlib.cornell.edu/reports/nassr/price/dairy>

## CHEESE MARKETS

## NORTHEAST

Prices are mixed and the market tone steady. Cheese production was and is heavy as the Northeast is at or near its peak milk production season. The holiday weekend did provide more surplus milk to area cheese makers, but there have been no reported problems clearing/handling the milk. Cheese demand is holding up fairly well in light of the soon-to-start June Dairy Month promotions and the improved demand from fast food outlets and other restaurants along the Eastern Shore and resort areas. Cheese stocks are more than ample to cover current needs.

WHOLESALE SELLING PRICES: DELIVERED,  
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Cheddar 10# Prints	:	1.1275-1.5950
Cheddar Single Daisies	:	1.0850-1.5450
Cheddar 40# Block	:	1.2300-1.4075
Process 5# Loaf	:	1.2850-1.4475
Process 5# Sliced	:	1.3050-1.5525
Muenster	:	1.2875-1.5900
Grade A Swiss Cuts 10 - 14#	:	2.3500-2.5500

## MIDWEST

The cheese market is unsettled. Movement is nearly steady though some buyers are taking a little longer to absorb the weekend sale results before reordering. Many producers built inventory over the holiday weekend as truckers and buyers operated on reduced schedules. Cheese continues to move from the plant level but spare loads are available. In general, process demand is stronger than natural. Mozzarella sales continue to hold up better than normal, though sellers expect additional volumes may be getting frozen for use later in the year. Some milk moved interregionally over the long holiday weekend, but early results suggest that the holiday surplus supplies did not stretch plant capacity to the limit. Some additional milk is no longer going to bottlers as schools close for the summer. Cheese yields are trending lower seasonally.

WISCONSIN WHOLESALE SELLING PRICES: DELIVERED,  
DOLLARS PER POUND (1000 - 5000 POUNDS MIXED LOTS)

Process American 5# Loaf	:	1.2450-1.4500
Brick And/Or Muenster 5#	:	1.4100-1.6500
Cheddar 40# Block	:	1.3900-2.1150
Monterey Jack 10#	:	1.5900-2.1150
Blue 5#	:	1.7850-1.9800
Mozzarella 5 - 6# (Low Moisture, Part Skim)	:	1.4500-2.2150
Grade A Swiss Cuts 6 - 9#	:	2.0000-2.6850

## MIDWEST COMMODITY CHEDDAR

Dollars per pound, standard moisture basis (37.8-39.0%),  
carlot/trucklot, F.O.B. plants or storage centers.

CHEDDAR STYLES : MAY 29 - JUNE 2, 2000

BARRELS*	:	\$1.0650 - 1.1175 (NOMINAL)
	:	(\$ .0025) (.0300)
40# BLOCKS	:	\$1.0900 - 1.1400 (NOMINAL)
	:	(\$ .0100) (.0025)

( ) Change from previous week. \* If steel, barrel returned.

## WEST

Process cheese prices are fractionally lower while natural prices are holding steady following the average prices at the CME. Demand for cheese continues to be centered around making replacement purchases as stocks are used up. Contacts rate this demand overall as good for this season of the year. The real concern is with the continued heavy production. Contacts were pleased that the weekend milk was handled as easily as it was. No real discounts were noted on any surplus offerings. Mozzarella sales are holding up quite well seasonally. Swiss movement is very good as we approach the usually slower summer season.

WHOLESALE SELLING PRICES: DELIVERED, DOLLARS PER POUND  
(1000 - 5000 POUNDS MIXED LOTS)

Process 5# Loaf	:	1.2175-1.4775
Cheddar 40# Block	:	1.2100-1.3500
Cheddar 10# Cuts	:	1.3900-1.6100
Monterey Jack 10#	:	1.4000-1.5600
Grade A Swiss Cuts 6 - 9#	:	2.2000-2.4500

## FOREIGN

Prices are steady to fractionally lower on domestic styles. The market tone is falling into typical summer patterns. Demand at retail is just fair, but with the continued weak Euro some importers are looking to bring in European cheese while the exchange rate is somewhat favorable. With our domestic cheese prices as low as they are, most imports are for the table cheeses. Imports of cheese for further processing are slower than past years.

WHOLESALE SELLING PRICES: FOB DISTRIBUTORS DOCK  
DOLLARS PER POUND (1000 - 5000 POUNDS, MIXED LOTS)

VARIETY	NEW YORK	
	IMPORTED	DOMESTIC
	:	:
Roquefort	: TFEWR	: -0-
Blue	: 2.6400-3.1400	: 1.4300-2.9250*
Gorgonzola	: 3.2400-5.9400	: 1.9850-2.4900*
Parmesan (Italy)	: TFEWR	: 2.8450-3.3700*
Romano (Italy)	: 2.1000-2.5400	: -0-
Provolone (Italy)	: 3.4400-5.5000	: 1.4450-1.7250*
Romano (Cows Milk)	: -0-	: 2.6200-4.7950*
Sardo Romano (Argentina)	: 2.6500-3.2900	: -0-
Reggianito (Argentina)	: 2.6500-3.2900	: -0-
Jarlsberg (Brand)	: 2.7400-3.3100	: -0-
Swiss Cuts Switzerland	: -0-	: 2.3500-2.5500
Swiss Cuts Finnish	: 2.5900-2.8500	: -0-
Swiss Cuts Austrian	: 2.2500-2.7500	: -0-
Edam	:	:
2 Pound	: TFEWR	: -0-
4 Pound	: 2.1900-3.0900	: -0-
Gouda, Large	: 2.3900-3.1500	: -0-
Gouda, Baby (\$/Dozen)	:	:
10 Ounce	: 27.8000-31.7000	: -0-

\*=Price change.

WEEKLY COLD STORAGE HOLDINGS-SELECTED STORAGE CENTERS  
IN THOUSAND POUNDS - INCLUDING GOVERNMENT STOCKS

	BUTTER	CHEESE
05/29/00	25,780	: 129,625
05/01/00	24,626	: 130,143
CHANGE	1,154	: -518
% CHANGE	5	: N.C.

## FLUID MILK AND CREAM

## E A S T

Many contacts report that the past Memorial Day weekend may have been the easiest they had ever experienced. Milk volumes, though heavy, were easily handled and there were few mechanical problems reported. Milk production is falling more rapidly in parts of the Southeast where it has been and is very dry and temperatures are becoming more seasonal. Production drops are most noticeable in Georgia, Louisiana, and Texas. Florida's milk output is about steady with Central Florida being very dry and in need of rain. Florida handlers expect to ship about 130 loads of milk out of state for processing. This compares to 110 loads last week and 30 a year ago. In the Northeast, milk production is about steady. Much of this area has been very wet. Field work and haying have been delayed and most hay that is made has been rained on. Pastures are often too wet for use, but conditions in New England are drying this week. Bottled milk sales are slowing in the Southeast and Middle Atlantic areas where schools are recessing. Further north, schools are still in session and milk sales are holding. Some changes in milk sales patterns are starting as milk supply contracts are gained or lost. Surplus milk volumes were heavy over the weekend, but most operations were caught up by midweek. Some operations had capacity and were able to help plants from other regions. Condensed skim sales have been very brisk. Some suppliers are clearing quite a few loads each week and are drying very little skim. Some users reported that they were being offered a lot of spot condensed during the weekend. The fluid cream market is firm. Prices are higher following the jump in the CME weekly average butter price. Suppliers report that offerings are tight for the steady, good demand. The aforementioned change in milk sales patterns may also impact cream availability in coming weeks. Fewer loads of skim milk may be shipped which will affect cream availability at some plants. Ice cream production is back to typical volumes after many plants were down for an extra day or two over the weekend. Cream cheese output is about steady. Churning is up slightly over the weekend, but slowed early in the week as cream demand improved.

## FLUID CREAM AND CONDENSED SKIM PRICES IN TANKLOT QUANTITIES

## SPOT PRICES OF CLASS II CREAM, \$ PER LB BUTTERFAT

F.O.B. PRODUCING PLANTS: NORTHEAST	-	1.6922-1.8224
DELIVERED EQUIVALENT ATLANTA	-	1.6922-1.7963 M 1.7443-1.7703
F.O.B. PRODUCING PLANTS: UPPER MIDWEST	-	1.6922-1.7833

## PRICES OF CONDENSED SKIM, \$ PER LB WET SOLIDS

F.O.B. PRODUCING PLANTS:	
NORTHEAST- CLASS II - INCLUDES MONTHLY FORMULA PRICES	- .9900-1.1050
NORTHEAST- CLASS III - SPOT PRICES	- .8000- .9500

## M I D W E S T

## WISCONSIN SPOT SHIPMENTS:

SPOT SHIPMENTS:	LOADS
MAY 26 - JUNE 1, 2000	0
PREVIOUS WEEK	0
COMPARABLE WEEK IN 1999	0

Class I demand is generally slower as additional schools close for the summer. Cottage cheese and dips interest remains good. Manufacturing capacity was pushed over the weekend but generally, milk volumes were handled with relative ease for a Memorial Day weekend. Some surplus milk moved inter-regionally for processing over the holiday. Volumes were not as bad as anticipated and, while some discounting occurred, prices were not comparably worse than other Memorial Day weekends. Spot milk prices over the holiday weekend were near class, with some above and below class reported. Since the weekend, spot prices in the \$0.25 to \$0.85 over class appear the norm. A few plant problems reduced manufacturing capacity at scattered locations for reasons such as electrical or lightning. Overall, it was a quiet weekend. Later in the week, about a dozen loads of milk were moved into Missouri and nearby states out of Wisconsin to replace local milk supplies shipped from manufacturers to bottlers. Cream supplies have tightened since the weekend as ice cream operations returned from a long weekend. Cream cheese interest remains strong seasonally. Cream prices are higher to reflect higher cash butter

prices at the Chicago Mercantile Exchange. Milk intakes are mixed, ranging from slightly higher in some more northern sections of Wisconsin to lower, with declines more noticeable further south in the region. Conditions range from hot and muggy in Missouri and Kansas to cool and generally wet to flooded in Wisconsin and Minnesota. Farmers in Wisconsin have stopped harvesting first cutting as well as spraying crops for weeds due to wet weather. Having crops in standing water also reduces the projected yields and limits field activities due to soft ground. Insect pests are also starting to appear.

## WISCONSIN LIVESTOCK AUCTIONS (PER CWT.)

	MAY 25 - 31	PREVIOUS YEAR
SLAUGHTER COWS	\$ 38.00- 43.50	\$ 36.00- 41.00
REPLACEMENT HEIFER CALVES	\$300.00-380.00	\$210.00-265.00

## SOUTH ST. PAUL TERMINAL AUCTION MARKET (PER CWT.)

	MAY 25 - 31	PREVIOUS YEAR
SLAUGHTER COWS	\$ 37.00- 47.00	\$ 33.00- 44.00

## W E S T

April pool receipts of milk in California total 2.671 billion pounds, 6.1% higher than last year. Cumulative pool output through the first four months of 2000 totals 10.508 billion pounds (unadjusted for extra day in February 2000), up 8.7% from the comparable period in 1999. The April blend price is \$10.81, 30 cents lower than March, at a fat test of 3.63%. The percentage of receipts used in Class 1 products is 19.01%. This is the first drop in Class 1 utilization below 20%. The last time the utilization was more than 30% was in 1993 and the last time the utilization was more than 40% was in 1986. The April quota price is \$12.06 and the base and overbase prices are \$10.36. These prices are 33 cents higher than last month but \$1.20 lower than April 1999. The Memorial Day holiday weekend was atypically uneventful in the Southwest. Previous years have seen many problems handling milk over this usually difficult weekend, but not this year. Handlers were pleased with developments this year. Buyers looking to take advantage of distressed milk over the weekend were left looking. Weather continues to be the biggest influence on milk production in the region. California output is mixed. Several areas in the south and Central Valley had lower milk receipts because of hot conditions last week. Common declines of 2 to 5% were noted. Some processors were noting reversals where conditions moderated this week. Fat and solids of incoming milk were often lower. Class 1 demand is mixed and often dependent on school schedules. Power conditions returned to normal following some forced outages last week. Arizona temperatures soared to the mid 110's this week and milk production declines are noted to be more than 10%. Hot temperatures are also affecting solids content of incoming milk. Processing problems at plants are more pronounced. Production is also declining in New Mexico on a per cow basis, although total milk is higher over a year ago due to increases in cow numbers. Milk is declining from the seasonal peak. Weather has moderated from hot temperatures last week and conditions remain dry. No problems were reported over the holiday weekend. Haying is active in the state. Quality is good, but tonnage is short of expectations. Cream offerings are light on a spot basis. Multiples and overages are holding steady with recent weeks, despite higher butter prices. Contract loads are moving on a more regular basis. Ice cream manufacturing is increasing seasonally. Milk offerings were handled very easily over the long holiday weekend. No plant problems were reported in the Pacific Northwest or Mountain States regions. Prices were reported as steady on any surplus milk offerings with no discounts noted. Milk continues to increase slowly in Oregon and Washington. Production conditions remain nearly ideal. Forecasts are for warm and dry weather for the next few days which should allow for the finishing of spring planting and the start of hay harvesting on the west side. Some green chopping and alfalfa silage are being put up. Not much new crop hay is showing up on the west side yet as many milk producers still have some stocks on hand and are not bringing in east side hay. The east side should finish the first cutting this week. Quality has been a little suspect because of the rainfall last week. Nevertheless, prices are firming on excellent export interest and domestic demand. Mountain States production patterns are close to ideal for continued strong milk production. Field crop conditions look good and the hay harvest is progressing nicely.

**CENTRAL AND WEST DRY MILK PRODUCTS**

All reports, except California manufacturing plants, were released 06/01/00 and represent FOB Central and Western production areas. Prices represent CL/TL quantities in 50 lb., 100 lb., or 25 kg. bags, spray process, dollars per pound.

**NONFAT DRY MILK - CENTRAL**

Prices are unchanged on a steady market. Movement into government programs continues to alleviate surplus supplies. Some plants are noting an increase in demand and canceling some of their offerings to the government. Production is steady. Excess milk volumes during the Memorial Day weekend were less than anticipated. High heat product is generally being produced on an as needed basis. Standard Grade is available and trading at substantial discounts. Some food buyers are looking at Standard Grade as a substitute for WPC.

Includes EXTRA GRADE and GRADE A, low and medium heat

NONFAT DRY MILK: .9900 - 1.0150 MOSTLY: 1.0000 - 1.0100

**DRY BUTTERMILK - CENTRAL**

Prices are unchanged to higher and nominal. Trading remains light on a steady to firm market. Some buyers are opting to wait and see where the market will settle before purchasing additional product. Production is very light as condensed movement continues strong into ice cream facilities. Inventories are tight with some plants unable to supply any spot interest. Offerings are generally at the average or higher. Off grade product is difficult to find for the moderate feed demand.

BUTTERMILK: .8375 - .8825

**DRY WHEY - CENTRAL**

Prices are unchanged to higher on a steady market. Some plants are sold out throughout much of the month of June. Exports into Mexico and Brazil alleviated surplus supplies, allowing some plants to hold a more balanced position. Offers are light. Demand is generally on an as needed basis with some increased movement noted on regular contract shipments. Most buyer stocks are in balance to a little long. Condensed is in good supply with some plants moving extra loads due to down dryer time over the holiday weekend. Off grade supplies are plentiful for the light to fair demand.

NONHYGROSCOPIC: .1750 - .1850 MOSTLY: .1750 - .1800

**ANIMAL FEED WHEY - CENTRAL**

Prices are unchanged on a steady market. Milk replacer is in good supply for the light demand. Brand specific product tends to trade at the higher end of

production is steady. Inventories are in balance to occasionally tight. Movement is best into food facilities with most feed product clearing on regular

markets. Production is unchanged and inventories are adequate. Hog and North Central veal prices are generally trending lower.

MILK REPLACER: .1300 - .1600  
 ROLLER GROUND: .1600 - .1800  
 DELACTOSE (Min. 20% protein): .3300 - .3500

**LACTOSE - CENTRAL AND WEST**

Prices remain unchanged on a steady to weak market. Some plants are reportedly in a better position with less discounting noted. Third quarter

negotiating 30-100 mesh, yet interest in 200 mesh is increasing. Inquiries are heavy from export markets. European supplies remain competitive with US

food interest is steady with feed movement declining due to the availability of off grade, permeate and whey. Off grade demand is light and trading at 14-16

Including spot sales and up to 3 month contracts. Mesh size 30 - 100.

EDIBLE: .1800 - .2550 MOSTLY: .1950 - .2050

**WHEY PROTEIN CONCENTRATE - CENTRAL AND WEST**

Prices are higher on a firm market. Some plants are in a better position as production problems decline. However, supplies remain tight as manufacturers fill orders that had previously been shorted. Buyers, especially from the feed side, are greatly troubled over the current price increases. Some feed buyers are looking at blood meal as a protein substitute. Food buyers continue to hesitantly examine Standard Grade NDM as a replacement. Resellers are entering the market with aged supplies as some suspect the market to be peaking. Movement into international markets is slowing at the higher prices, yet inquiries persist from Canada, Japan, China and Brazil. Off grade product is limited in supply and trading at the average or lower depending upon the quality.

EXTRA GRADE 34% PROTEIN: .7050 - .7500 MOSTLY: .7050 - .7100

**NONFAT DRY MILK - WEST**

Pricing levels for both nonfat dry milk series are unchanged. The market tone remains weak. Spot activity is quiet for low/medium heat NDM. Clearances remain active to the support program, although there have been more cancellations of previously offered product. DEIP orders appear to be currently light. Drying was heavy over the holiday weekend, but returned to pre holiday levels by mid week. Stocks of low heat are heavy. During the period of May 18 - 26, CCC adjusted purchases totaled 17.1 million pounds of NDM with 11.8 from the West. High heat demand is showing some seasonal increases.

Includes EXTRA GRADE and GRADE A

LOW/MEDIUM HEAT: .9900 - 1.0150 MOSTLY: 1.0000 - 1.0100  
 HIGH HEAT: 1.0200 - 1.0600

**DRY BUTTERMILK - WEST**

Dry buttermilk prices are continuing higher and the market tone remains firm. There is little buttermilk being offered on the spot market. Resale loads are limited and resellers are asking for premiums to the reported market. Production was lighter over the holiday weekend as dryers were used to process holiday milk. Demand is light to fair with some resistance noted to the higher prices. Loads are moving on contracts. Stocks are generally light.

BUTTERMILK: .7500 - .8700 MOSTLY: .8100 - .8300

**DRY WHEY - WEST**

Prices range from steady to fractionally higher. Very little discounting is occurring at this time. Sales are generally at the average or higher. Whey powder production is seasonally heavy. Stocks range from a bit heavier than desired to in close balance. Contacts are speculating where the whey may come from to fill an upcoming Japanese whey tender. Most bets seem to be on the U.S. and Europe. In general, domestic demand seems to be in a better position than the export trade.

NONHYGROSCOPIC: .1675 - .1875 MOSTLY: .1700 - .1750

**CALIFORNIA MANUFACTURING PLANTS - NONFAT DRY MILK**

WEEK ENDING	PRICE	POUNDS
May 26	\$1.0076	13,897,908
May 19	\$1.0077	14,080,113

Prices are weighted averages for Extra Grade and Grade A Nonfat Dry Milk, f.o.b. California manufacturing plants. Prices for both periods were influenced by effects of long-term contract sales. Compiled by Dairy Marketing Branch, California Department of Food and Agriculture.

## NORTHEAST, SOUTHEAST, AND NATIONAL MILK PRODUCTS

All reports represent carlot/trucklot quantities in 50 lb., 100 lb., or 25 kg. bags, spray process, dollars per pound, unless otherwise specified. Delivered Southeast is delivered equivalent Atlanta.

## NONFAT DRY MILK - NORTHEAST AND SOUTHEAST

Prices are steady to higher and the market tone is unchanged. The Memorial Day weekend presented few milk processing problems in the East. In fact, most contacts felt that it was one of the easiest Memorial Day weekends in memory. Continued good sales of condensed skim are keeping some plant's dryers very quiet. Other operations are running on moderately heavy schedules. Producer stocks are fairly well balanced. However, Eastern NDM was again offered to CCC this week. According to reports, offerings to CCC will be ongoing until demand improves or production slows. Prices for low heat NDM have settled into a very narrow range. Commercial, domestic demand is just fair and largely from regular accounts. Exports through DEIP are limited. The trade is now waiting for the announcement of the new program-year (starts July 1) allocations and/or the rumored reallocation of undelivered NDM from past DEIP years.

Includes EXTRA GRADE AND GRADE A

F.O.B. NORTHEAST:

LOW/MEDIUM HEAT: 1.0100 - 1.0300 MOSTLY: 1.0100 - 1.0250  
HIGH HEAT: 1.0650 - 1.0800 MOSTLY: 1.0650 - 1.0700

DELVD SOUTHEAST:

ALL HEATS: 1.0300 - 1.1100

## DRY BUTTERMILK - NORTHEAST AND SOUTHEAST

Prices are higher and remain nominal. Recently, several Eastern coops joined a national marketing agency. Each of these coops produce dry buttermilk and their offering prices are reported at the same level. This creates a situation where nearly all the Eastern producers have the same price for dry buttermilk. Those operations that manufacture dry buttermilk but are not part of the marketing agency will (if past history is any indication) probably move their prices to those set by the group. Unfortunately, having only one price for dry buttermilk does present a problem in determining a price range. This week, dry buttermilk production was light to moderate. Most Eastern producers have little to offer on the spot market. Contracts and previous purchases are clearing current output. Demand is slow to fair, but price resistance is evident particularly if buyers can find powder in other regions. Condensed buttermilk sales are seasonally improved.

F.O.B. NORTHEAST: .9000 - .9200

DELVD SOUTHEAST: .8500 - .9000

## DRY WHOLE MILK - NATIONAL

Prices are unchanged to higher within the range. The market tone is generally unchanged. Production levels are steady, but increased volumes of surplus milk over the holiday weekend did force some plants to make only NDM as a way to process all the milk in a timely manner. Plant schedules were often back to normal by midweek. Demand is slow to fair and new DEIP bid acceptances have been absent for the past two weeks.

F.O.B. PRODUCING PLANT: 1.1675 - 1.3100

## DEIP BID ACCEPTANCE SUMMARY

JULY 1, 1999 THROUGH MAY 26, 2000  
WITH CHANGES FROM PREVIOUS REPORT

NONFAT DRY MILK -- 101,383 MT (228,876,284 LBS)  
Program-year and preallocated volumes are filled.

WHOLE MILK POWDER -- 11,377 MT (25,081,734 LBS)

CHEESE -- 2,838 MT (6,256,655 LBS)

BUTTERFAT -- 5,298 MT (11,679,970 LBS)

Allocations for the DEIP year beginning July 1, 1999, are: Nonfat dry milk - 76,207 MT; Whole Milk Powder - 2,518 MT; Cheese - 3,190 MT; Butterfat - 25,475 MT.

These DEIP allocations are in addition to balances still available from quantities announced on May 13, 1999; 25,177 MT of Nonfat Dry Milk (to be filled in roughly equal quarterly amounts during the GATT-year beginning July 1, 1999), 7,500 MT of dry whole milk, and 1,270 MT of cheese. March 31, 2000: USDA announced an that additional 8,232 MT of dry whole milk was made available under DEIP until June 30, 2000.

## DRY WHEY - NORTHEAST AND SOUTHEAST

Prices are steady to fractionally higher and the market tone is showing more signs of firming. However, demand has not improved enough to allow producers to push premiums much higher. Some Eastern producers have product to move on the spot market, but most report being fully committed for the next several weeks. Producers note that they are getting a few more calls/inquiries from buyers outside their regular accounts. Production levels are holding up as most Eastern cheese and whey producers are receiving heavy volumes of milk. There is little build up of stocks as current orders are pretty well balanced with output.

F.O.B. NORTHEAST: EXTRA GRADE .1800 - .1900

USPH GRADE A .1800 - .1950

DELVD SOUTHEAST: .2050 - .2200

## EVAPORATED MILK - NATIONAL

Prices range from steady on branded to lower on private label brands. The market tone is very competitive pricewise. Sales incentives and allowances are commonplace as producers try to maintain or gain business. Demand is basically for replacement volumes. Buyers, expecting little change in Class III milk prices in coming months, see little need to purchase too far ahead.

DOLLARS PER 48 - 12 FLUID OUNCE CANS PER CASE DELIVERED MAJOR U.S. CITIES \$20.00 - 33.00

Excluding promotional and other sales allowances. Included new price announcements.

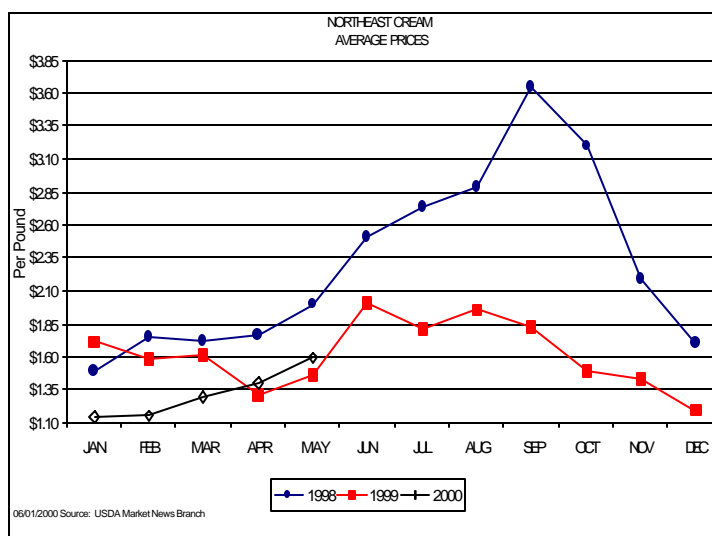
## CASEIN - NATIONAL

Casein markets and prices remain firm. European casein production and availability continue to be a concern for domestic buyers. Much of Europe's dairy product production, especially skim and whole milk powder, has been committed well into the future. Some European producers are indicating that they will be able to meet U.S. casein buyer needs, although deliveries might not be as timely as desired. Price is another matter. In most instances, domestic buyers anticipate prices to remain firm during the last half of the year. U.S. buyers indicate that availability is the leading factor at this time with price then negotiated. Buyers also state that the supply/price situation might ease somewhat once Oceania production becomes available as their milk production season resumes in August/September.

SPOT SALES AND UP TO 3 MONTH CONTRACTS. PRICES ARE FOR EDIBLE NONRESTRICTED AND VARY ACCORDING TO MESH SIZE AND QUALITY.

RENNET: 2.0500 - 2.2000

ACID: 2.0700 - 2.2000



MONTHLY SUMMARY AND AVERAGES FOR MAY 2000 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	REPORT NUMBER 18	REPORT NUMBER 19	REPORT NUMBER 20	REPORT NUMBER 21	REPORT NUMBER 22	2000	1999
	-----	-----	-----	-----	-----	Average	Average
	MAY 01 - 05	MAY 08 - 12	MAY 15 - 19	MAY 22 - 26	MAY 29 - 31	or Total	or Total

## CHEESE

## MIDWEST COMMODITY CHeddar

-- Cheddar Barrel s :: 1.0800 - 1.1150 :: 1.0900 - 1.1150 :: 1.0775 - 1.1125 :: 1.0625 - 1.0875 :: 1.0650 - 1.1175 :: 1.0924 : 1.2075  
 -- Cheddar 40# Blocks :: 1.0800 - 1.1200 :: 1.0900 - 1.1125 :: 1.0725 - 1.1500 :: 1.0800 - 1.1375 :: 1.0900 - 1.1400 :: 1.1062 : 1.2481

## WISCONSIN (WSP, Delivered, LTL)

-- Process American 5# Loaf :: 1.2800 - 1.4500 :: 1.2800 - 1.4500 :: 1.2800 - 1.4500 :: 1.2525 - 1.4500 :: 1.2450 - 1.4500 :: 1.3603 : 1.5141  
 -- Brick And/Or Muenster 5# :: 1.4200 - 1.6600 :: 1.4200 - 1.6525 :: 1.4200 - 1.6675 :: 1.4200 - 1.6475 :: 1.4100 - 1.6500 :: 1.5377 : 1.6794  
 -- Cheddar 40# Block :: 1.4000 - 2.1150 :: 1.4000 - 2.1150 :: 1.4000 - 2.1150 :: 1.4000 - 2.1150 :: 1.3900 - 2.1150 :: 1.7570 : 1.8119  
 -- Monterey Jack 10# :: 1.5800 - 2.1150 :: 1.5800 - 2.1150 :: 1.5800 - 2.1150 :: 1.5800 - 2.1150 :: 1.5900 - 2.1150 :: 1.8480 : 1.9069  
 -- Blue 5# :: 1.7950 - 2.0000 :: 1.7875 - 2.0000 :: 1.8025 - 2.0000 :: 1.7825 - 2.0000 :: 1.7850 - 1.9800 :: 1.8947 : 2.0294  
 -- Mozzarella 5 - 6# :: 1.4600 - 2.2150 :: 1.4600 - 2.2150 :: 1.4600 - 2.2150 :: 1.4600 - 2.2150 :: 1.4500 - 2.2150 :: 1.8370 : 1.8963  
 -- Grade A Swiss Outs 6 - 9# :: 2.0000 - 2.6850 :: 2.0000 - 2.6850 :: 2.0000 - 2.6850 :: 2.0000 - 2.6850 :: 2.0000 - 2.6850 :: 2.3425 : 2.5125

## NORTHEAST (WSP, Delivered, LTL)

-- Cheddar 10# Prints :: 1.1150 - 1.6050 :: 1.1075 - 1.5975 :: 1.1225 - 1.6125 :: 1.1250 - 1.5925 :: 1.1275 - 1.5950 :: 1.3598 : 1.4994  
 -- Cheddar Single Dai sies :: 1.0950 - 1.5550 :: 1.0875 - 1.5475 :: 1.1025 - 1.5625 :: 1.0825 - 1.5425 :: 1.0850 - 1.5450 :: 1.3213 : 1.4856  
 -- Cheddar 40# Block :: 1.2400 - 1.4175 :: 1.2325 - 1.4100 :: 1.2475 - 1.4250 :: 1.2275 - 1.4050 :: 1.2300 - 1.4075 :: 1.3250 : 1.4706  
 -- Process 5# Loaf :: 1.3200 - 1.4425 :: 1.3200 - 1.4425 :: 1.3200 - 1.4425 :: 1.2925 - 1.4550 :: 1.2850 - 1.4475 :: 1.3782 : 1.4813  
 -- Process 5# Sliced :: 1.3400 - 1.5875 :: 1.3400 - 1.5875 :: 1.3400 - 1.5875 :: 1.3125 - 1.5600 :: 1.3050 - 1.5525 :: 1.4543 : 1.5488  
 -- Muenster :: 1.2975 - 1.6000 :: 1.2900 - 1.5925 :: 1.3050 - 1.6075 :: 1.2850 - 1.5875 :: 1.2875 - 1.5900 :: 1.4450 : 1.5869  
 -- Grade A Swiss Outs 10 - 14# :: 2.3500 - 2.5500 :: 2.3500 - 2.5500 :: 2.3500 - 2.5500 :: 2.3500 - 2.5500 :: 2.3500 - 2.5500 :: 2.4500 : 2.4500

## WEST COAST (WSP, Delivered, LTL)

-- Process 5# Loaf :: 1.2525 - 1.5125 :: 1.2525 - 1.5125 :: 1.2525 - 1.5125 :: 1.2250 - 1.4850 :: 1.2175 - 1.4775 :: 1.3731 : 1.4863  
 -- Cheddar 40# Block :: 1.2225 - 1.3625 :: 1.2150 - 1.3550 :: 1.2300 - 1.3700 :: 1.2100 - 1.3500 :: 1.2100 - 1.3500 :: 1.2885 : 1.4388  
 -- Cheddar 10# Outs :: 1.4025 - 1.6225 :: 1.3950 - 1.6150 :: 1.4100 - 1.6300 :: 1.3900 - 1.6100 :: 1.3900 - 1.6100 :: 1.5085 : 1.6638  
 -- Monterey Jack 10# :: 1.4125 - 1.5725 :: 1.4050 - 1.5650 :: 1.4200 - 1.5800 :: 1.4000 - 1.5600 :: 1.4000 - 1.5600 :: 1.4885 : 1.6550  
 -- Grade A Swiss Outs 6 - 9# :: 2.1500 - 2.4000 :: 2.1500 - 2.4000 :: 2.1500 - 2.4000 :: 2.2000 - 2.4500 :: 2.2000 - 2.4500 :: 2.2909 : 2.3588

## FLUID AND DRY PRODUCTS

## SPOT PRICES OF CLASS III CREAM (\$ per lb. butterfat)

-- Northeast - f.o.b. :: 1.3541 - 1.5000 :: 1.4689 - 1.5828 :: 1.5535 - 1.7000 :: 1.6760 - 1.8049 :: 1.6922 - 1.8224 :: 1.5961 : 1.4583  
 -- Atlanta - delivered :: 1.3433 - 1.5166 :: 1.4573 - 1.5772 :: 1.5535 - 1.6372 :: 1.6760 - 1.7404 :: 1.6922 - 1.7963 :: 1.5792 : 1.4478  
 -- Upper Midwest - f.o.b. :: 1.3758 - 1.4841 :: 1.4806 - 1.5971 :: 1.5535 - 1.6133 :: 1.6760 - 1.7533 :: 1.6922 - 1.7833 :: 1.5823 : 1.4681

## PRICES OF CLASS III CONDENSED SKIM (\$ per lb. wet solids)

-- Northeast - f.o.b. :: 0.9900 - 1.1050 :: 0.9900 - 1.1050 :: 0.9900 - 1.1050 :: 0.9900 - 1.1050 :: 0.9900 - 1.1050 :: 1.0475 : 1.0550

## SPOT PRICES OF CLASS III CONDENSED SKIM (\$ per lb. wet solids)

-- Northeast - f.o.b. :: 0.8700 - 1.0000 :: 0.8000 - 1.0000 :: 0.8000 - 0.9500 :: 0.8000 - 0.9500 :: 0.8000 - 0.9500 :: 0.8943 : TFEWR

## WISCONSIN FLUID MILK SHIPMENTS

-- Loads Shipped from Wisconsin  
 Shipping Points :: 0 :: 0 :: 0 :: 0 :: 0 :: 0 : 0

## NATIONAL EVAPORATED MILK (\$ per Case)

(Case - 48 - 12 fluid oz cans)  
 -- Delivered Major U.S. Cities :: 21.0000 -33.0000 :: 21.0000 -33.0000 :: 21.0000 -33.0000 :: 21.0000 -33.0000 :: 20.0000 -33.0000 :: 26.9545 : 27.5000

MONTHLY SUMMARY AND AVERAGES FOR MAY 2000 1/ - (UNLESS OTHERWISE NOTED, PRICES ARE DOLLARS PER POUND, CL/TL)

COMMODITY	REPORT NUMBER 18	REPORT NUMBER 19	REPORT NUMBER 20	REPORT NUMBER 21	REPORT NUMBER 22	2000	1999
	-----	-----	-----	-----	-----	Average	Average
	MAY 01 - 05	MAY 08 - 12	MAY 15 - 19	MAY 22 - 26	MAY 29 - 31	or Total	or Total
DRY PRODUCTS							
NONFAT DRY MILK							
-- Central (f.o.b.)							
-- Low/Medium Heat	:: 0.9900 - 1.0100 ::	:: 0.9900 - 1.0100 ::	:: 0.9900 - 1.0100 ::	:: 0.9900 - 1.0150 ::	:: 0.9900 - 1.0150 ::	1.0008	1.0228
-- Mostly	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	1.0050	1.0125
-- West (f.o.b.)							
-- Low/Medium Heat	:: 0.9800 - 1.0150 ::	:: 0.9900 - 1.0200 ::	:: 0.9900 - 1.0175 ::	:: 0.9900 - 1.0150 ::	:: 0.9900 - 1.0150 ::	1.0022	1.0000
-- Mostly	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	:: 1.0000 - 1.0100 ::	1.0050	0.9938
-- High Heat	:: 1.0150 - 1.0400 ::	:: 1.0200 - 1.0450 ::	:: 1.0200 - 1.0600 ::	:: 1.0200 - 1.0600 ::	:: 1.0200 - 1.0600 ::	1.0355	1.0325
-- Northeast (f.o.b.)							
-- Low/Medium Heat	:: 1.0000 - 1.0300 ::	:: 1.0000 - 1.0300 ::	:: 1.0000 - 1.0300 ::	:: 1.0000 - 1.0300 ::	:: 1.0100 - 1.0300 ::	1.0155	1.0250
-- Mostly	:: 1.0000 - 1.0200 ::	:: 1.0000 - 1.0200 ::	:: 1.0100 - 1.0250 ::	:: 1.0100 - 1.0250 ::	:: 1.0100 - 1.0250 ::	1.0141	1.0200
-- High Heat	:: 1.0400 - 1.0800 ::	:: 1.0400 - 1.0800 ::	:: 1.0400 - 1.0800 ::	:: 1.0400 - 1.0800 ::	:: 1.0650 - 1.0800 ::	1.0611	1.0763
-- Mostly	:: 1.0400 - 1.0600 ::	:: 1.0400 - 1.0600 ::	:: 1.0400 - 1.0700 ::	:: 1.0400 - 1.0700 ::	:: 1.0650 - 1.0700 ::	1.0539	1.0563
-- Southeast (Delvd)							
-- Extra & Grade A	:: 1.0300 - 1.1100 ::	:: 1.0300 - 1.1100 ::	:: 1.0300 - 1.1100 ::	:: 1.0300 - 1.1100 ::	:: 1.0300 - 1.1100 ::	1.0700	1.0806
WHEY POWDER (Nonhygroscopic)							
-- Central (f.o.b.)							
-- Mostly	:: 0.1600 - 0.1850 ::	:: 0.1650 - 0.1850 ::	:: 0.1650 - 0.1850 ::	:: 0.1700 - 0.1850 ::	:: 0.1750 - 0.1850 ::	0.1755	0.1638
-- West (f.o.b.)							
-- Mostly	:: 0.1700 - 0.1800 ::	:: 0.1700 - 0.1800 ::	:: 0.1700 - 0.1800 ::	:: 0.1700 - 0.1800 ::	:: 0.1750 - 0.1800 ::	0.1752	0.1728
-- Northeast Extra Grade (f.o.b.)							
-- Mostly	:: 0.1600 - 0.1900 ::	:: 0.1600 - 0.1900 ::	:: 0.1600 - 0.1900 ::	:: 0.1650 - 0.1900 ::	:: 0.1675 - 0.1875 ::	0.1758	0.1750
-- Southeast Extra Grade (Delvd)							
-- Mostly	:: 0.1675 - 0.1750 ::	:: 0.1675 - 0.1750 ::	:: 0.1675 - 0.1750 ::	:: 0.1675 - 0.1750 ::	:: 0.1700 - 0.1750 ::	0.1714	0.1713
-- Northeast Extra Grade (f.o.b.)							
-- Mostly	:: 0.1700 - 0.1850 ::	:: 0.1750 - 0.1850 ::	:: 0.1750 - 0.1850 ::	:: 0.1750 - 0.1900 ::	:: 0.1800 - 0.1900 ::	0.1805	0.1631
-- Northeast Usph Grade A (f.o.b.)							
-- Mostly	:: 0.1850 - 0.1950 ::	:: 0.1750 - 0.1950 ::	:: 0.1750 - 0.1950 ::	:: 0.1750 - 0.1950 ::	:: 0.1800 - 0.1950 ::	0.1864	0.1888
-- Southeast Extra Grade (Delvd)							
-- Mostly	:: 0.1950 - 0.2200 ::	:: 0.1950 - 0.2200 ::	:: 0.1950 - 0.2200 ::	:: 0.2050 - 0.2200 ::	:: 0.2050 - 0.2200 ::	0.2091	0.1900
WHEY PROTEIN CONCENTRATE							
-- Central And West (f.o.b.)							
-- Extra Grade 34% Protein	:: 0.6025 - 0.6700 ::	:: 0.6225 - 0.6825 ::	:: 0.6575 - 0.7000 ::	:: 0.6800 - 0.7200 ::	:: 0.7050 - 0.7500 ::	0.6724	0.4400
-- Mostly	:: 0.6125 - 0.6325 ::	:: 0.6425 - 0.6725 ::	:: 0.6725 - 0.6875 ::	:: 0.7000 - 0.7100 ::	:: 0.7050 - 0.7100 ::	0.6700	0.4600
ANIMAL FEED - WHEY							
-- Central (f.o.b.)							
-- Milk Replacer	:: 0.1300 - 0.1600 ::	:: 0.1300 - 0.1600 ::	:: 0.1300 - 0.1600 ::	:: 0.1300 - 0.1600 ::	:: 0.1300 - 0.1600 ::	0.1450	0.1475
-- Roller Ground	:: 0.1600 - 0.1800 ::	:: 0.1600 - 0.1800 ::	:: 0.1600 - 0.1800 ::	:: 0.1600 - 0.1800 ::	:: 0.1600 - 0.1800 ::	0.1700	0.1763
-- Dextrose	:: 0.3175 - 0.3375 ::	:: 0.3275 - 0.3450 ::	:: 0.3275 - 0.3450 ::	:: 0.3300 - 0.3500 ::	:: 0.3300 - 0.3500 ::	0.3355	0.2888
BUTTER MILK (Min. 30% protein)							
-- Central (f.o.b.)							
-- West (f.o.b.)							
-- Mostly	:: 0.7750 - 0.8400 ::	:: 0.7900 - 0.8600 ::	:: 0.8150 - 0.8600 ::	:: 0.8150 - 0.8775 ::	:: 0.8375 - 0.8825 ::	0.8319	0.7100
-- Northeast (f.o.b.)							
-- Mostly	:: 0.7000 - 0.7800 ::	:: 0.6900 - 0.8000 ::	:: 0.7300 - 0.8200 ::	:: 0.7400 - 0.8700 ::	:: 0.7500 - 0.8700 ::	0.7702	0.6691
-- Southeast (Delvd)							
-- Mostly	:: 0.7000 - 0.7400 ::	:: 0.7200 - 0.7400 ::	:: 0.7300 - 0.7500 ::	:: 0.7700 - 0.8100 ::	:: 0.8100 - 0.8300 ::	0.7518	0.6538
-- Northeast (f.o.b.)							
-- Mostly	:: 0.7400 - 0.7800 ::	:: 0.7600 - 0.8200 ::	:: 0.8000 - 0.8200 ::	:: 0.8800 - 0.9200 ::	:: 0.9000 - 0.9200 ::	0.8236	0.7075
-- Southeast (Delvd)							
-- Mostly	:: 0.7500 - 0.8000 ::	:: 0.7550 - 0.8200 ::	:: 0.7750 - 0.8200 ::	:: 0.8500 - 0.9000 ::	:: 0.8500 - 0.9000 ::	0.8148	0.7375
WHOLE MILK POWDER							
-- National							
-- National (f.o.b.)	:: 1.1375 - 1.2500 ::	:: 1.1675 - 1.2650 ::	:: 1.1675 - 1.2650 ::	:: 1.1675 - 1.3100 ::	:: 1.1675 - 1.3100 ::	1.2183	1.2459
LACTOSE							
-- Central And West (f.o.b.)							
-- Mostly	:: 0.1800 - 0.2550 ::	:: 0.1800 - 0.2550 ::	:: 0.1800 - 0.2550 ::	:: 0.1800 - 0.2550 ::	:: 0.1800 - 0.2550 ::	0.2175	0.1775
-- Mostly	:: 0.1950 - 0.2050 ::	:: 0.1950 - 0.2050 ::	:: 0.1950 - 0.2050 ::	:: 0.1950 - 0.2050 ::	:: 0.1950 - 0.2050 ::	0.2000	0.1650
CASEIN - Edible - National (f.o.b.)							
-- Nonrestricted - Rennet	:: 2.0000 - 2.2000 ::	:: 2.0000 - 2.2000 ::	:: 2.0500 - 2.2000 ::	:: 2.0500 - 2.2000 ::	:: 2.0500 - 2.2000 ::	2.1136	1.9050
-- Nonrestricted - Acid	:: 2.0500 - 2.2000 ::	:: 2.0500 - 2.2000 ::	:: 2.0700 - 2.2000 ::	:: 2.0700 - 2.2000 ::	:: 2.0700 - 2.2000 ::	2.1305	1.8950

1/ Prices for all products are issued once a week and represent a value for the entire week. Monthly averages are based on weekly prices and are time-weighted according to the number of workdays in the month - Saturdays, Sundays and National Holidays excluded. No monthly average is computed if one or more weekly prices are missing.

## CHICAGO MERCANTILE EXCHANGE AVERAGES FOR MAY 2000

COMMODITY	REPORT NUMBER 18 : REPORT NUMBER 19 : REPORT NUMBER 20 : REPORT NUMBER 21 : REPORT NUMBER 22 :					2000 * : 1999 *	
						Monthly	Monthly
	MAY 1 - 5	MAY 8 - 12	MAY 15 - 19	MAY 22 - 26	MAY 29 - 31	Average	Average
BUTTER*							
-- GRADE AA							
--Monday	1.1300	1.1950	1.1975	1.2650	#		
--Tuesday							
--Wednesday	1.1300	1.1950	1.3350	1.2700	1.3300		
--Thursday							
--Friday	1.2375	1.1950	1.3350	1.3700		1.2450	1.2138
--Weekly Average**	1.1658	1.1950	1.2892	1.3017			
CHEESE*							
-- BARRELS							
--Monday	1.1000	1.1000	1.0775	1.0650	#		
--Tuesday	1.1000	1.1000	1.0775	1.0650	1.1000		
--Wednesday	1.1000	1.1000	1.0775	1.0650	1.1075		
--Thursday	1.1000	1.1000	1.0650	1.0650			
--Friday	1.1000	1.0975	1.0650	1.0650		1.0860	1.2059
--Weekly Average**	1.1000	1.0995	1.0725	1.0650			
-- 40# BLOCKS							
--Monday	1.0925	1.1100	1.0825	1.0900	#		
--Tuesday	1.0900	1.1100	1.0825	1.0900	1.1000		
--Wednesday	1.0900	1.1100	1.0900	1.0900	1.1100		
--Thursday	1.0900	1.1050	1.0900	1.0900			
--Friday	1.1000	1.1000	1.0900	1.0875		1.0950	1.2389
--Weekly Average**	1.0925	1.1070	1.0870	1.0895			
NONFAT DRY MILK*							
-- EXTRA GRADE							
--Monday	1.0300	1.0300	1.0300	1.0300	#		
--Tuesday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Wednesday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Thursday	1.0300	1.0300	1.0300	1.0300			
--Friday	1.0300	1.0300	1.0300	1.0300		1.0300	1.0130
--Weekly Average**	1.0300	1.0300	1.0300	1.0300			
-- GRADE A							
--Monday	1.0300	1.0300	1.0300	1.0300	#		
--Tuesday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Wednesday	1.0300	1.0300	1.0300	1.0300	1.0300		
--Thursday	1.0300	1.0300	1.0300	1.0300			
--Friday	1.0300	1.0300	1.0300	1.0300		1.0300	1.0500
--Weekly Average**	1.0300	1.0300	1.0300	1.0300			

\* Monthly averages are a simple average of all the closes during the month. Weekly and monthly averages are independent calculations.

\*\* Weekly averages are simple averages of the closes during the calendar week and are for information purposes. Should the week be split between two months, the weekly average will appear in the monthly report in which the Friday close is reported.

# No trading - Memorial Day observed.

**M A Y 2000 DEIP BID ACCEPTANCES**

ACCEPTANCE DATE	DESTINATION	QUANTITY (MT)	DEL. PERIOD	BONUS/MT
<b>NONFAT DRY MILK</b>				
JULY 1999 - APRIL 2000		90,915		
05/01	CARIBBEAN, CENT & S. AM	1,000	MAY-DEC	\$700
05/02	CARIBBEAN, CENT & S. AM	1,316	MAY-DEC	\$680.98
05/02	CARIBBEAN, CENT & S. AM	3,180	MAY-DEC	\$675.62
05/03	CARIBBEAN, CENT & S. AM	694	MAY-DEC	\$648
05/04	CARIBBEAN, CENT & S. AM	2,900	MAY-DEC	\$648
05/05	CARIBBEAN, CENT & S. AM	1,378	MAY-DEC	\$631.33
MAY 1 - 31, 2000		<u>10,468</u>		
<b>WHOLE MILK POWDER</b>				
JULY 1999 - APRIL 2000		10,232		
05/05	AFRICA ,MIDDLE EAST & FSU	500	MAY-DEC	\$1,265
05/08	AFRICA, MIDDLE EAST & FSU	300	MAY-JUL	\$1,265
05/12	AFRICA, MIDDLE EAST & FSU	220	MAY-DEC	\$1,265
05/16	CARIBBEAN, CENT & S. AM	125	MAY-JAN	\$1,246
MAY 1 - 31, 2000		<u>1,145</u>		
<b>CHEESE</b>				
JULY 1999 - APRIL 2000		1,757		
05/02-C	AFRICA & MIDDLE EAST	1,000	JUN-AUG	\$1,000
05/03-P	CARIBBEAN, CENT & S. AM	41	MAY-JUN	\$660.48
05/09-M	AFRICA & MIDDLE EAST	22	MAY-AUG	\$750
05/16-C	CARIBBEAN, CENT & S. AM	19	MAY-JUN	\$890
MAY 1 - 31, 2000		<u>1,082</u>		
C-CHEDDAR, G-GOUDA, M-MOZZARELLA, P-PROCESSED AMERICAN, CC-CREAM CHEESE, MJ-MONTEREY JACK, V - VARIETAL				
<b>BUTTERFAT</b>				
JULY 1999 - APRIL 2000		5,263		
05/03-B	CARIBBEAN, CENT & S. AM	20	MAY-JUL	\$1,190
05/05-B	AFRICA & MIDDLE EAST	15	MAY-JUL	\$1,200
MAY 1 - 31, 2000		<u>35</u>		
A-ANHYDROUS MILKFAT, B-BUTTER				
TOTAL MT				PROGRAM TO DATE
TOTAL BONUS VALUE				120,896
				\$114,063,000

Exporters of U.S. milk powder, butterfat and cheddar cheese are aided under the Dairy Export Incentive Program (DEIP), created by Food Security Act of 1985 and extended by the Food, Agriculture, Conservation, and Trade Act of 1990. Export sales are facilitated through payment of bonuses by the U.S. Department of Agriculture's Commodity Credit Corporation. Sales of dairy products will be made through normal commercial channels at competitive world prices. For further information call L.T. McElvain (202) 720-6211. Conversion: 1 metric ton (MT) = 2,204.6 pounds. **SOURCE: FOREIGN AGRICULTURAL SERVICE**

\*\* On May 13, 1999, Sec. Glickman reallocated an additional 20,000 MT of NDM, 7,500 MT of Whole Milk Powder & 1,270 MT of Cheese for the current program year.

**TOTAL COW SLAUGHTER UNDER FEDERAL INSPECTION, UNITED STATES, 1998 TO 2000**  
**(THOUSAND HEAD)**

1998			1999			2000		
Week Ending	All Cows	Dairy Cows	Week Ending	All Cows	Dairy Cows	Week Ending	All Cows	Dairy Cows
Jan 3	105.0	50.4	Jan 2	90.6	40.9	Jan 1	89.9	44.3
10	143.8	68.0	9	119.0	54.5	8	115.8	57.7
17	127.0	60.2	16	128.8	56.1	15	115.5	56.8
24	127.6	62.5	23	122.4	56.6	22	111.1	52.9
31	126.0	61.5	30	112.6	54.3	29	104.6	51.2
Feb 7	120.2	58.3	Feb 6	109.4	54.7	Feb 5	102.5	51.9
14	112.0	54.7	13	111.6	54.0	12	107.2	54.0
21	108.5	56.6	20	105.1	52.5	19	103.8	51.5
28	112.4	56.1	27	104.8	50.4	26	102.7	53.7
Mar 7	108.5	54.9	Mar 6	107.4	51.2	Mar 4	101.8	55.6
14	95.0	50.0	13	102.9	49.1	11	102.2	55.1
21	104.6	52.3	20	103.5	49.3	18	99.5	53.9
28	109.4	54.4	27	113.5	52.3	25	101.7	54.6
Apr 4	110.0	54.0	Apr 3	102.3	47.7	Apr 1	100.0	52.3
11	105.1	50.3	10	99.1	47.6	8	97.5	48.8
18	106.5	49.6	17	104.3	48.2	15	99.3	48.8
25	111.2	51.5	24	105.2	47.1	22	97.9	47.8
May 2	106.7	47.9	May 1	103.1	47.2	29	98.1	46.7
9	107.4	47.3	8	103.2	44.3	May 6	101.2	47.2
16	108.3	46.9	15	108.7	46.2	13	103.1	46.8
23	110.6	47.4	22	112.5	47.3	20		
30	101.1	43.0	29	111.8	45.1	27		
Jun 6	113.7	47.6	Jun 5	87.2	39.4	Jun 3		
13	108.6	46.0	12	105.2	44.4	10		
20	105.3	45.0	19	99.3	43.9	17		
27	107.9	44.9	26	98.8	44.0	24		
Jul 4	98.4	40.5	Jul 3	101.0	40.5	Jul 1		
11	105.8	44.2	10	84.7	38.9	8		
18	108.5	44.6	17	102.2	45.9	15		
25	104.9	44.1	24	101.8	47.6	22		
Aug 1	110.5	46.6	31	95.2	46.6	29		
8	117.7	47.9	Aug 7	97.7	46.0	Aug 5		
15	111.2	48.2	14	107.7	51.2	12		
22	107.2	48.4	21	108.1	52.3	19		
29	113.6	48.7	28	107.3	51.0	26		
Sep 5	114.4	49.7	Sep 4	108.3	49.8	Sep 2		
12	99.2	43.4	11	92.8	44.5	9		
19	117.5	50.8	18	107.3	49.5	16		
26	114.8	49.2	25	112.0	52.6	23		
Oct 3	111.2	49.0	Oct 2	111.5	51.3	30		
10	105.7	47.3	9	114.2	51.3	Oct 7		
17	111.6	47.3	16	116.5	51.5	14		
24	118.7	50.2	23	119.3	51.9	21		
31	131.8	54.3	30	124.9	55.4	28		
Nov 7	122.6	52.3	Nov 6	125.2	54.0	Nov 4		
14	125.6	52.1	13	127.0	55.6	11		
21	132.7	55.6	20	125.7	55.6	18		
28	103.7	44.9	27	100.7	45.3	25		
Dec 5	131.5	54.4	Dec 4	122.0	55.5	Dec 2		
12	128.1	56.3	11	118.1	55.5	9		
19	122.0	51.6	18	112.4	53.4	16		
26	80.4	34.0	25	88.2	42.9	23		
						30		

**SOURCE:** The slaughter data are gathered and tabulated in a cooperative effort by the Agricultural Marketing Service, the Food Safety and Inspection Service and the National Agricultural Statistics Service, all of USDA.

## MAY AGRICULTURAL PRICES HIGHLIGHTS

The index of prices paid by farmers for commodities and services, interest, taxes, and wage rates in May 2000 was unchanged at 119. Compared with May 1999, the index up 4 points (3.5 percent). The index of prices received by farmers for dairy products advanced 1 point during the month of May 2000 to 92. Compared with May 1999, the index was down 5 points (5.2 percent).

Prices received by farmers in May with changes from April were: for All Milk, \$12.00 per hundredweight (cwt.), up \$.10; Fluid Grade Milk, \$12.00 per cwt., unchanged; and for Manufacturing Grade Milk, \$10.20 per cwt., unchanged.

## SELECTED MILK PRICES, COWS AND DAIRY FEED PRICES, SELECTED STATES AND U.S., MAY 2000 WITH COMPARISONS

STATE	All-milk price 1/ 3/				Milk cows 5/		Cows 6/		All hay baled 7/	
	Dollars per cwt.		Dollars per cwt.		Dollars per head		Dollars per cwt.		Dollars per ton	
	APRIL		MAY		MAY		MAY		MAY	
	2000 2/	1999 2/	2000 4/	1999 2/	2000	1999	2000 7/	1999 8/	2000	1999
CA	11.19	12.30	11.40	12.03	PRICES PUBLISHED JANUARY, APRIL, JULY AND OCTOBER		36.50	36.20	100.00	103.00
ID	10.30	12.20	10.40	11.60			37.20	35.40	76.00	60.00
MI	12.70	12.80	12.60	12.90			39.00	36.50	74.00	76.00
MN	11.58	13.00	11.50	12.52			41.50	38.00	68.00	67.00
NY	12.90	12.50	13.10	12.90			---	---	92.00	102.00
OH	12.40	12.50	12.00	12.90			40.00	36.30	126.00	98.00
PA	13.20	13.30	13.30	14.00			40.90	37.90	129.00	109.00
TX	12.90	12.40	13.00	13.10			36.20	34.60	81.00	87.00
WA	12.50	13.30	12.50	13.70			---	---	103.00	94.00
WI	11.30	12.65	11.20	12.39			39.50	37.60	43.00	66.00
U.S.	11.90	12.60	12.00	12.70			39.00	36.40	89.40	91.60

1/ Prices are shown at reported butterfat test. 2/ Partially revised. 3/ Before deductions for hauling. Includes quality, quantity, and other premiums. Excludes hauling subsidies. 4/ Preliminary. 5/ Animals sold for dairy herd replacement only. 6/ Beef cows and cull dairy cows sold for slaughter. 7/ Mid-month price. 8/ Entire month.

## MILK AND OTHER GENERAL PRICE MEASURES, U.S., MAY 2000 WITH COMPARISONS

ITEM	MAY 1999	APRIL 2000 1/	MAY 2000 2/
<b>PRICES RECEIVED BY FARMERS</b> , dol. per cwt., 3.5 percent butterfat:			
All milk	12.70	11.90	12.00
Fluid grade milk	12.80	12.00	12.00
Manufacturing grade milk	11.60	10.20	10.20
<b>INDEX NUMBERS</b> (1990-92=100):			
Prices received by farmers for all farm products	98	100	102
Prices received by farmers for dairy products	97	91	92
Prices paid by farmers for commodities and services, interest taxes, and wage rates	115	119	119
Prices paid by farmers for production items	111	116	115
Prices paid by farmers for feed	101	102	103
<b>MILK FEED PRICE RATIO:</b> Pounds of 16% Mixed Dairy Feed equal in value to one pound of milk 3/	2.89	2.80	2.67

1/ Partially revised. 2/ Preliminary. 3/ For this data series, the price of the commercial prepared feed is based on current U.S. prices received for corn, soybeans, and alfalfa hay.

**SOURCE:** "Agricultural Prices," Pr 1 (5/00), Agricultural Statistics Board, National Agricultural Statistics Service, USDA.

## CCC PURCHASES OF DAIRY PRODUCTS

	FOR THE WEEK OF MAY 29 - JUNE 2, 2000			CUMULATIVE TOTALS		UNCOMMITTED INVENTORIES	
	TOTAL	CONTRACT	ADJUSTED	SINCE	SAME PERIOD	PERIOD ENDING	SAME PERIOD
	PURCHASES	ADJUSTMENTS	PURCHASES	10/01/99	LAST YEAR	05/26/00	LAST YEAR
BUTTER							
Bulk	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Packaged	-0-	-0-	-0-	-0-	-0-	-0-	-0-
TOTAL	-0-	-0-	-0-	-0-	-0-	-0-	-0-
CHEESE							
Block	252,363	-0-	252,363	1,206,947	-0-	-0-	-0-
Barrel	-0-	-0-	-0-	-0-	-0-	-0-	-0-
Process	-0-	-0-	-0-	5,583,600	-0-	-0-	-0-
TOTAL	252,363	-0-	252,363	6,790,547	-0-	-0-	-0-
NONFAT DRY MILK							
Nonfortified	15,429,486	-0-	15,429,486	331,681,528	114,439,157	-0-	-0-
Fortified	-0-	-0-	-0-	5,313,347	-0-	-0-	-0-
TOTAL	15,429,486	-0-	15,429,486	336,994,875	114,439,157	-0-	-0-

MILK EQUIVALENT, MILKFAT AND SKIM SOLIDS BASIS, OF ADJUSTED PURCHASES (MILLION POUNDS)

	MILKFAT*	SKIM**		MILKFAT*	SKIM**
	BASIS	SOLIDS		BASIS	SOLIDS
WEEK OF MAY 29 - JUNE 2, 2000 =	5.7	182.1	COMPARABLE WEEK IN 1999 =	2.6	139.1
CUMULATIVE SINCE OCTOBER 1, 1999 =	136.8	3,989.9	CUMULATIVE SAME PERIOD LAST YEAR =	25.2	1,332.1
CUMULATIVE JANUARY 1 - JUNE 2, 2000 =	125.6	3,396.7	COMPARABLE CALENDAR YEAR 1999 =	25.2	1,330.9

\* Factors used for Milkfat Solids Basis: Butter times 21.80; Cheese times 9.23; and Nonfat Dry Milk times 0.22

\*\*Factors used for Skim Solids Basis: Butter times 0.12; Cheese times 9.90; and Nonfat Dry Milk times 11.64

## CCC ADJUSTED PURCHASES FOR THE WEEK OF MAY 29 - JUNE 2, 2000 (POUNDS)

	BUTTER			CHEESE			NONFAT DRY MILK	
REGION	BULK	PACKAGED	UNSALTED	BLOCK	BARREL	PROCESS	NONFORTIFIED	FORTIFIED
MIDWEST	-0-	-0-	-0-	252,363	-0-	-0-	2,145,309	-0-
WEST	-0-	-0-	-0-	-0-	-0-	-0-	12,596,397	-0-
EAST	-0-	-0-	-0-	-0-	-0-	-0-	687,780	-0-

## CCC ADJUSTED PURCHASES SINCE 10/1/99 AND SAME PERIOD LAST YEAR (POUNDS) AND MILK EQUIVALENT AS A PERCENT OF TOTAL

	BUTTER		CHEESE		NONFAT DRY MILK		MILK EQUIVALENT	
REGION	1999/00	1998/99	1999/00	1998/99	1999/00	1998/99	1999/00	1998/99
MIDWEST	-0-	-0-	6,710,019	-0-	40,162,729	10,538,711	51.7	9.2
WEST	-0-	-0-	80,528	-0-	293,468,477	103,900,446	47.7	90.8
EAST	-0-	-0-	-0-	-0-	3,363,669	-0-	0.6	0.0
TOTAL	-0-	-0-	6,790,547	-0-	336,994,875	114,439,157	100.0	100.0

## SUPPORT PURCHASE PRICES FOR DAIRY PRODUCTS PRODUCED ON OR AFTER JANUARY 1, 2000

MANUFACTURING MILK: Average Test 3.67% - \$9.90 per cwt.; 3.5% - \$9.80

## DOLLARS PER POUND

BUTTER: Bulk \$.6500; 1# Prints \$.6800

CHEESE: 40 &amp; 60# Blocks \$1.1000; 500# Barrels \$1.0700; Process American 5# \$1.1525; Process American 2# \$1.1925

NONFAT DRY MILK: Nonfortified \$1.0100; Fortified \$1.0200; Instant \$1.1675

## Dairy Cow &amp; Total Cow Slaughter under Federal Inspection, by Regions &amp; U.S., for Week Ending 05/13/00 &amp; Comparable Week 1999 1/ 2/

Regions*											U.S. TOTAL	% DAIRY OF ALL																		
Regi on*s	:	1	:	2	:	3	:	4	:	5	:	6	:	7	:	8	:	9	:	10	:	WEEK : SINCE JAN 1	WEEK : SINCE JAN 1							
2000-Dairy cows	HD	(000)	:	0.2	:	0.8	:	5.5	:	4.6	:	19.4	:	2.1	:	0.6	:	0.8	:	9.8	:	2.9	:	46.8	:	1,031.6	:	45.4	:	50.2
1999-Dairy cows	HD	(000)	:	0.3	:	1.0	:	5.1	:	5.6	:	17.4	:	1.8	:	2.7	:	0.7	:	9.1	:	2.5	:	46.2	:	1,004.2	:	42.5	:	46.5
2000-All cows	HD	(000)	:	0.3	:	1.1	:	7.4	:	14.2	:	28.5	:	16.0	:	13.9	:	4.1	:	12.3	:	5.5	:	103.1	:	2,055.4	:		:	
1999-All cows	HD	(000)	:	0.3	:	1.1	:	7.0	:	17.8	:	24.3	:	15.0	:	20.6	:	4.4	:	12.1	:	6.2	:	108.7	:	2,157.5	:		:	

SOURCE: The slaughter data are gathered and tabulated in a cooperative effort by the Agricultural Marketing Service, The Food Safety and Inspection Service, and the National Agricultural Statistics Service, all of USDA.

1/ States included in regions are as follows: Region 1--ME, NH, VT, CT, MA, and RI; Region 2--NY and NJ; Region 3--DE, PA, WV, VA, and MD; Region 4--KY, TN, NC, SC, GA, AL, MS, and FL; Region 5--MI, OH, IN, IL, WI, and MN; Region 6--TX, OK, NM, AR, and LA; Region 7--IA, NB, KS, and MO; Region 8--MT, WY, CO, UT, ND, and SD; Region 9--CA, NV, AZ, and HA; Region 10--ID, OR, and WA. 2/ Totals may not add due to rounding.

## FEDERAL MILK ORDER CLASS PRICES FOR 2000 (3.5% BF)

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec
Class I 1/	10.90	10.71	10.84	10.93	11.48	11.70						
Class II	11.43	11.51	11.71	12.10	12.63							
Class III	10.05	9.54	9.54	9.41	9.37							
Class IV	10.73	10.80	11.00	11.38	11.91							

1/ Specific order differentials to be added to this base price are located at: [www.ams.usda.gov/dairy/fmor\\_announce.htm](http://www.ams.usda.gov/dairy/fmor_announce.htm)